

MONTHLY REPORT ON **FISCAL POSITION**

(March FY2008-09)

ABSTRACT

The data generated by the Budgeting Information System has been used to prepare this report which put forward the following major findings:

- Up to March FY09, about 65.1% of the **Revenue** target of the budget has been collected.
- **Revenue Expenditure** incurred over this time is about 59.9% of the Budget for FY 09.
- **Development Expenditure** during the same period is about 31.2% of the development budget for the FY 09, implying under utilization and possibly underreporting.
- **Overall Balance** up to March FY09, measured from above the line, as % of the estimated GDP is about -3.5%.
- **Net Financing** (budget deficit as defined from below the line) up to March FY 09 stands at about 3.5% of the GDP.

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Monthly Report on Fiscal Position¹

March FY 09

a.0 Revenue Expenditure

a.1 Sector-wise Utilization and Growth

Sector-wise information on Revenue Expenditure is presented in Table a.1. Among other things, following major observations transpire from the Table:

- ⇒ While Revised Budget (RB08) for the FY08 was 6.8% higher than the original budget (B08) and Actual Exp (A08) was 6.4% lower than that of RB08, B09 was 24.5% higher than A08 and 24.5% higher than B08.
- ⇒ Nominal Increase of B09 over RB08 was 16.6% and the largest increase was in the Social Security and Welfare sector (70.4%) followed by General Public Services (66.6%).

Table a.1: Revenue Expenditure Pattern by Sector^{2,3}

(In Crore Taka)

Sectors	B08	RB08	A08	Sector's Share of A08 (in %)	RB08 as % B08	A08 as% of RB08	B09	B09 as % of B08	A09 (up to Mar)	B09 as % of RB08	B09 as % of A08	A09 (up to Mar) as % B09
GPS	6288.2	4614.4	9458.0	18.5	73.4	205.0	7605.9	121.0	5575.5	164.8	80.4	73.3
LGRD	1307.2	1398.9	1136.5	2.2	107.0	81.2	1528.6	116.9	820.9	109.3	134.5	53.7
Defence	5282.9	5764.8	5996.5	11.7	109.1	104.0	6467.1	122.4	3445.9	112.2	107.8	53.3
POS	4321.4	4740.3	4313.7	8.4	109.7	91.0	5327.3	123.3	3287.1	112.4	123.5	61.7
Edu	8659.1	8658.8	8145.3	15.9	100.0	94.1	9602.6	110.9	6590.1	110.9	117.9	68.6
Hlth	2863.2	2888.0	2586.3	5.0	100.9	89.6	3441.3	120.2	2000.8	119.2	133.1	58.1
SSW	3085.1	3556.8	2168.6	4.2	115.3	61.0	6059.0	196.4	2269.1	170.4	279.4	37.4
Housing	626.4	620.4	447.8	0.9	99.0	72.2	649.7	103.7	359.9	104.7	145.1	55.4
RCRA	555.4	562.1	527.0	1.0	101.2	93.8	501.0	90.2	277.3	89.1	95.1	55.4
FE	28.4	28.1	27.1	0.1	98.8	96.4	30.9	108.8	17.9	110.1	114.2	57.9
Agri	4322.6	6362.7	6289.7	12.3	147.2	98.9	6959.6	161.0	4046.5	109.4	110.7	58.1
IES	207.4	232.7	226.5	0.4	112.2	97.3	353.6	170.5	288.7	151.9	156.1	81.6
Trans	2893.5	3296.5	2798.8	5.5	113.9	84.9	2672.0	92.3	1338.4	81.1	95.5	50.1
Interest	10784.8	11967.4	7093.0	13.8	111.0	59.3	12565.2	116.5	7864.6	105.0	177.2	62.6
Total	51225.5	54691.9	51214.7	100.0	106.8	93.6	63763.8	124.5	38182.8	116.6	124.5	59.9

a.2 Ministry-wise Utilization Pattern

Ministry-wise revenue expenditure pattern is presented in Table a.2 in the next page. It shows that:

- ⇒ Actual spending up to March FY 09 was 16.4% higher than the corresponding period of the previous year.
- ⇒ For the month of March FY 09, actual expenditure was 27.4% higher than that of the corresponding month of FY08.

¹ This report is based on data generated in the CGA System and the analysis is based on gross basis.

² Notes: GPS = General Public Services, LGRD = LGD, RD & Cooperatives, CHTs, POS = Public Order and Safety, Edu = Education and Technology, Hlth = Health, SSW = Social Security and Welfare, RCRA = Recreation, Culture and Religious Affairs, Agri = Agriculture, Fisheries and Livestock, Land, Water Resources and Food, FE = Fuel and Energy, IES = Industries, Jute, Textiles, Commerce, Labor & Overseas, Trans = Transport and Communication.

³ B = Budget, RB = Revised Budget and A = Account/Actual.

⇒ Up to March 09, 59.9% of the Revenue Budget for the FY 09 has been spent.



Table a.2: Revenue Expenditure: Ministry-wise Expenditure Pattern Up to March FY09

(In Crore Taka)

	A07	B08	RB08	A08 (Mar)	A08 (Up to Mar)	A08	B09	A09 (Mar)	A09 (up to Mar)	A09 (up to Mar) as % B09	A09 as % A08 (Mar)	A09 as % A08 (up to Mar)
Sub-total = GPS	4136.8	6288.2	4614.4	597.2	6539.8	9458.0	7605.9	490.6	5575.5	73.3	82.2	85.3
President	4.8	5.2	6.2	0.4	4.7	6.0	6.5	0.5	5.1	78.5	130.3	108.9
Parliament	30.1	20.7	19.9	1.5	12.1	17.6	40.7	2.8	15.1	37.2	182.7	125.6
PMO	74.1	101.9	100.4	4.9	51.2	80.8	87.8	5.3	51.4	58.6	106.8	100.5
Cabinet Div	17.3	16.1	15.6	1.0	10.5	13.3	15.8	1.2	8.1	51.5	121.0	77.5
Election Com	81.6	536.2	102.9	2.4	48.9	63.3	462.3	10.5	295.7	64.0	442.8	604.5
Estab	536.4	612.7	619.6	42.6	425.3	575.8	670.1	49.1	440.8	65.8	115.3	103.6
PSC	8.7	9.8	10.1	0.5	5.8	8.2	12.5	0.6	8.0	64.0	118.5	137.6
Finance Div	2369.8	3923.9	2578.3	32.1	1439.3	2496.1	5039.6	31.2	1302.2	25.8	97.4	90.5
IRD	659.7	693.3	739.8	463.3	4233.7	5765.6	826.1	354.3	3141.4	380.3	76.5	74.2
ERD	21.0	26.1	28.2	1.4	17.2	24.6	35.0	8.3	25.1	71.7	588.7	145.9
Planning Div	83.7	86.2	91.5	7.1	63.2	89.6	95.9	7.6	69.8	72.8	106.5	110.5
IMED	4.6	6.9	7.5	0.4	4.1	6.0	6.1	0.5	4.1	67.6	124.3	101.0
Foreign Aff	244.9	249.2	294.5	39.6	223.9	311.2	307.6	18.7	208.7	67.8	47.3	93.2
Sub-total = LGRD	1413.3	1307.2	1398.9	133.1	617.2	1136.5	1528.6	145.6	820.9	53.7	109.4	133.0
LGD	1121.3	991.2	1033.5	124.4	504.5	981.5	1103.3	133.6	686.4	62.2	107.4	136.0
RD Div	147.5	154.5	152.3	8.6	107.1	146.6	178.1	10.6	128.7	72.3	122.7	120.1
CHT	144.5	161.4	213.1	0.1	5.5	8.4	247.2	1.4	5.8	2.3	1465.5	105.5
Sub-total = Defence	6329.5	5282.9	5764.8	470.8	3107.8	5996.5	6467.1	376.5	3445.9	53.3	80.0	110.9
Def. Service	6221.7	5189.1	5671.1	463.7	3020.3	5876.5	6359.8	365.0	3355.8	52.8	78.7	111.1
Def.- Others	107.9	93.7	93.7	7.1	87.5	120.1	107.3	11.5	90.1	84.0	162.2	102.9
Sub-total=POS	3979.2	4321.4	4740.3	286.4	2731.2	4313.7	3527.3	357.3	3287.1	61.7	124.8	120.4
Law & Parlia.	204.1	213.6	264.4	16.3	155.3	227.5	335.9	20.9	201.9	60.1	128.3	130.0
Supreme Court	28.5	27.2	28.3	2.2	20.6	28.7	31.8	2.9	26.8	84.3	130.9	129.8
Home Aff.	3739.9	4065.5	4421.6	266.0	2544.5	4033.6	4940.2	332.0	3041.9	61.6	124.8	119.6
Anti Corruption Com	6.7	15.1	26.1	1.9	10.7	23.9	19.4	1.6	16.5	85.1	80.9	153.3
Sub-total = Edu	7535.1	8659.1	8658.8	598.0	6024.5	8145.3	9602.6	671.5	6590.1	68.6	112.3	109.4
PME	2821.8	3371.1	3386.3	234.3	2219.9	2987.7	3602.7	269.3	2387.8	66.3	114.9	107.6
Education	4621.4	5172.6	5161.1	358.5	3737.6	5052.8	5868.3	389.2	4107.9	70.0	108.6	109.9
Sc. & Tech	91.8	115.4	111.4	5.2	67.0	104.8	131.6	13.0	94.3	71.7	251.5	140.8
Sub-total = Health	2491.4	2863.2	2888.0	198.9	1772.4	2586.3	3441.3	251.7	2000.8	58.1	126.6	112.9
HFV	2491.4	2863.2	2888.0	198.9	1772.4	2586.3	3441.3	251.7	2000.8	58.1	126.6	112.9
Sub-total = SSW	1999.2	3085.1	3556.8	109.8	742.6	2188.6	6059.0	347.5	2269.1	37.4	316.6	305.6
Social Wel.	642.1	748.0	749.2	31.6	401.4	737.1	918.6	316.6	785.7	85.5	1000.7	195.7
Women Aff.	397.7	730.6	1028.9	56.7	143.4	276.2	1215.5	3.4	123.4	10.2	6.1	86.1
Disaster Man & Relie	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Liberation Aff.	83.2	105.4	106.0	14.6	67.3	105.6	159.1	20.6	102.3	64.3	141.1	152.0
Food & Disaster Man	876.2	1501.2	1672.7	6.9	130.5	1049.6	3765.9	6.9	1257.6	33.4	99.9	963.6
Sub-total = HCS	528.4	626.4	620.4	40.3	321.6	447.8	649.7	58.2	359.9	55.4	144.3	111.9
Housing	528.4	626.4	620.4	40.3	321.6	447.8	649.7	58.2	359.9	55.4	144.3	111.9
Sub-total = RCRA	447.5	555.4	562.1	21.1	368.7	527.0	501.0	23.5	277.3	55.4	111.3	75.2
Information	205.6	327.7	317.5	10.1	224.1	295.8	245.4	12.8	124.6	50.8	126.2	55.6
Cultural Aff.	60.2	59.2	61.1	5.1	38.2	60.3	63.1	1.9	42.0	66.6	37.4	109.9
Religious Aff.	61.8	54.3	59.8	0.6	33.3	56.0	61.0	0.5	34.2	56.1	84.1	102.9
Youth	119.8	114.1	123.7	5.4	73.1	114.8	131.5	8.3	76.5	58.2	155.7	104.6
Sub-total = FE	26.1	28.4	28.1	3.7	18.6	27.1	30.9	6.3	17.9	57.9	169.1	96.0
Petroleum	23.2	24.5	25.5	3.5	16.7	24.4	26.9	6.1	15.4	57.1	175.8	92.4
Energy	2.9	3.9	2.6	0.3	2.0	2.7	4.0	0.2	2.5	62.9	87.0	127.0
Sub-total = Agr	3494.8	4322.6	6362.7	179.4	3502.7	6289.7	6959.6	426.7	4046.5	58.1	237.8	115.5
Agriculture	2355.2	3142.9	5002.1	65.9	2674.0	4977.2	5516.2	214.2	3107.3	56.3	325.1	116.2
Fisheries	294.3	331.1	354.1	28.2	219.8	323.3	379.8	25.8	240.4	63.3	91.5	109.4
Environment	143.9	155.9	179.6	11.7	103.8	157.8	177.9	11.9	114.2	64.2	102.2	110.0
Land	297.0	322.3	313.5	25.6	232.5	319.2	340.8	27.5	260.8	76.5	107.2	112.2
Water	404.4	370.4	513.4	48.0	272.6	512.3	544.9	147.3	323.9	59.4	306.7	118.8
Sub-total = IES	197.8	207.4	232.7	10.7	158.5	226.5	353.6	17.7	288.7	81.6	166.3	182.2
Industries	53.5	62.2	62.3	1.5	42.6	60.8	161.4	1.3	143.8	89.1	90.0	337.4
Jute	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Textiles	41.8	39.0	49.8	2.4	32.0	50.3	48.6	2.6	37.9	78.1	110.7	118.5
Commerce	46.3	45.9	51.6	2.7	37.2	52.9	73.6	8.4	54.8	74.4	315.4	147.2
Labour	22.4	23.4	22.2	1.4	14.8	20.0	23.7	2.2	17.6	74.3	158.4	118.7
Expatriates	33.8	36.9	46.9	2.7	31.8	42.5	46.3	3.1	34.5	74.6	114.6	108.7
Sub-total = TC	2385.2	2893.5	3296.5	211.3	1595.7	2798.8	2672.0	161.7	1338.4	50.1	76.5	83.9
Roads/ Comm	1522.3	2079.1	2266.6	153.0	1015.4	1826.4	2288.2	133.6	1052.0	46.0	87.3	103.6
Shipping	63.4	53.6	55.9	0.8	40.7	55.3	71.4	1.2	48.1	67.4	155.2	118.1
Civil Aviation	6.3	6.1	8.0	0.6	4.8	6.8	6.3	1.1	6.7	106.3	178.2	137.9
Post & Tele.	793.2	754.6	968.0	56.8	534.8	910.2	306.2	25.7	231.6	75.6	45.3	43.3
Sub-total = Interest	10295.6	10784.8	11967.4	489.8	5293.4	7093.0	12565.2	932.1	7864.6	62.6	190.3	148.6
Domestic	9040.5	9463.5	10621.1	423.1	4484.5	5931.3	11274.0	887.6	7025.9	62.3	209.8	156.7
Foreign	1255.1	1321.3	1346.3	66.7	808.9	1161.7	1291.3	44.5	838.7	65.0	66.8	103.7
Total	45259.8	51225.5	54691.9	3350.5	32794.6	51214.7	63763.8	4267.2	38182.8	59.9	127.4	116.4

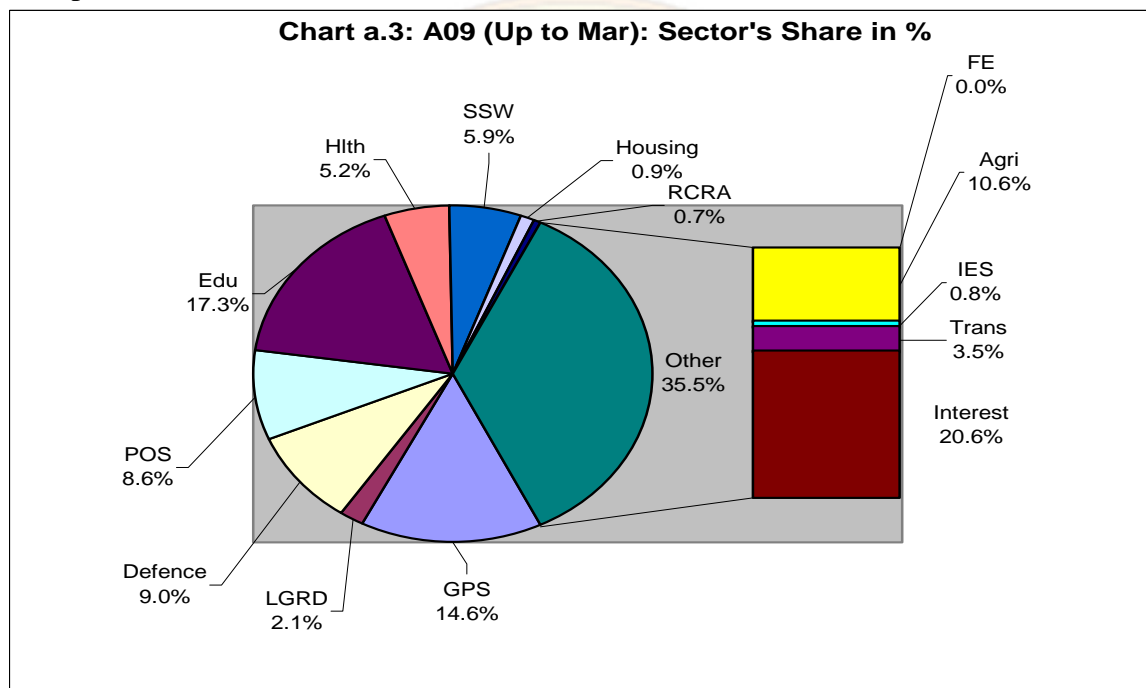
⇒ Regarding expenditures up to March FY09, 20 (Twenty) Ministries/Divisions show a utilization of revenue resources more than 70%.

a.3 Revenue Expenditure: Broad Sector-wise Allocation

A comparative picture of broad sector-wise allocation of Revenue Expenditure has been presented below:⁴

Broad Sectors	Admn	SIS	PIS	Agri	Others	Interest
Sector's Share of A08	38.6	28.3	5.5	12.3	1.5	13.8
Sector's Share of B09	30.4	33.4	4.2	10.9	1.3	19.7
Sector's Share of A09 (Upto Mar)	32.2	31.5	3.6	10.6	1.5	20.6

A detail of sector-wise share of revenue expenditure based on the account (up to March) for the FY09 is shown in Chart a.3. Individually, the largest share is: Interest (20.6%) followed by, Education (17.3%), General Public Services (14.6%), Agriculture (10.6%), Defence (9.0%), Public Order and Safety (8.6%), SSW (5.9%), Health (5.2%), and Transportation (3.5%).



a.4 Utilization up to March FY09

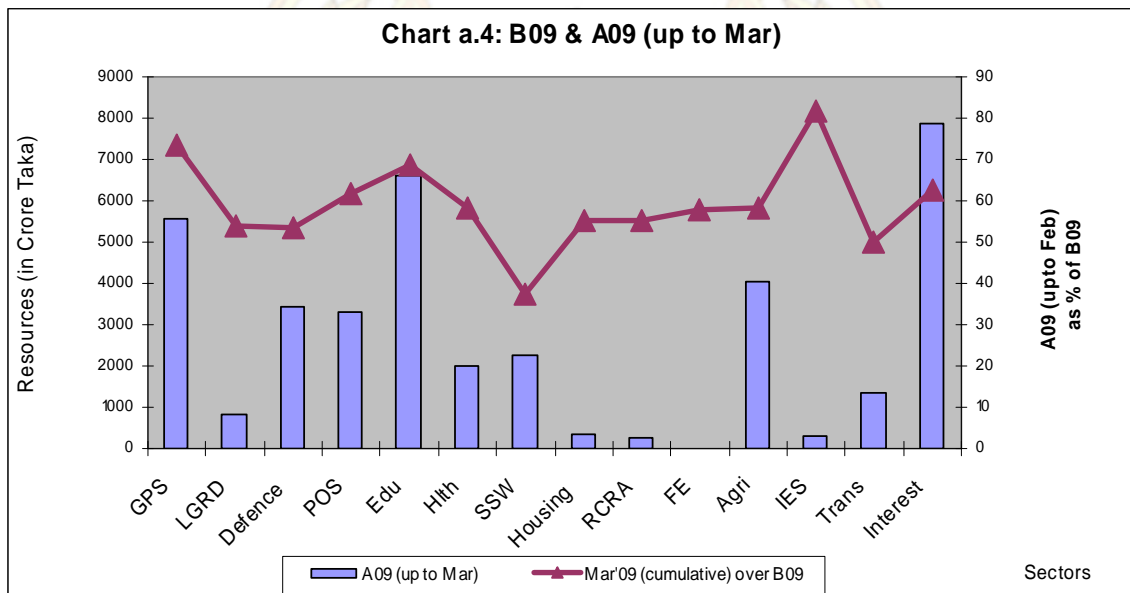
Sector-wise utilization of resources (up to March FY09) is shown in Table a.4 and Chart a.4 (presented in the next page). It appears that the following three sectors have a utilization rate more than 65%:

- ⇒ IES (81.6% of B09 has been spent)
- ⇒ GPS (73.3%)
- ⇒ Education (68.6%)

⁴ Admn = General Public Services, Defence, and Public Order and Safety,
 SIS = Social Infrastructure, covers Edu, health, Housing and SSW & LGRD.
 PIS = Physical Infrastructure, covers FE and Trans; and Others include RCRA and IES

Table a.4: Resource Utilization Pattern of and up to March FY 09
(In Crore Taka)

Sectors	A08 (Mar)	A08 (Up to Mar)	A09 (Mar)	A09 (up to Mar)	Mar 09 over Mar'08 (in %)	Mar 09 over Mar 08	Mar'09 (cumulative) over B09
GPS	597.2	6539.8	490.6	5575.5	82.2	85.3	73.3
LGRD	133.1	617.2	145.6	820.9	109.4	133.0	53.7
Defence	470.8	3107.8	376.5	3445.9	80.0	110.9	53.3
POS	286.4	2731.2	357.3	3287.1	124.8	120.4	61.7
Edu	598.0	6024.5	671.5	6590.1	112.3	109.4	68.6
Hlth	198.9	1772.4	251.7	2000.8	126.6	112.9	58.1
SSW	109.8	742.6	347.5	2269.1	316.6	305.6	37.4
Housing	40.3	321.6	58.2	359.9	144.3	111.9	55.4
RCRA	21.1	368.7	23.5	277.3	111.3	75.2	55.4
FE	3.7	18.6	6.3	17.9	169.1	96.0	57.9
Agri	179.4	3502.7	426.7	4046.5	237.8	115.5	58.1
IES	10.7	158.5	17.7	288.7	166.3	182.2	81.6
Trans	211.3	1595.7	161.7	1338.4	76.5	83.9	50.1
Interest	489.8	5293.4	932.1	7864.6	190.3	148.6	62.6
Total	3350.5	32794.6	4267.2	38182.8	127.4	116.4	59.9



b.0 Revenue Expenditure: Economic Classification

Structure and pattern of Revenue Expenditure according to economic classification are presented in Table b and Chart b (presented in the next page). The following conclusions can be drawn on the basis of them:

- Until March FY09, maximum utilization of Revenue Expenditure as % of B09 has been carried out under two heads: Interest Payments (84.9%) and subsidies and current transfer (65.6%).
- During the last Fiscal Year (A08), Domestic Interest Payments (21.5%) was 7.96 times larger than that of Foreign Interest Payment (2.7%).

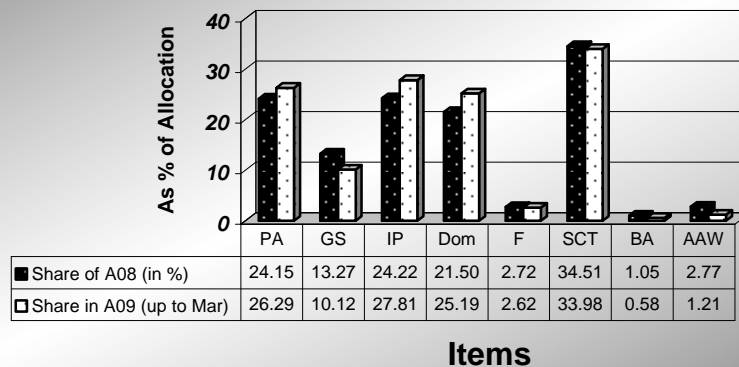
⇒ Up to March FY09, the following economic categories show a utilization rate of revenue expenditure more than 70%: Subsidies (132.2%), Domestic interest payments (85.7%), Foreign interest payments (77.8%), Acquisition of land assets (74.5%), Pensions and gratuities (71.4%) and Pay of officers (71.4%).

Table b: Revenue Expenditure by Economic Classification

In crore tk.

Description	RB08	B09	A08	A09 (up to Mar)	B09 as % of RB08	Share of A08 (in %)	A09 (up to Mar) as % B09
Pay and Allowances	13626.5	15431.6	12424.4	10083.3	113.2	24.1	65.3
Pay of Officers	1174.0	1248.1	1128.8	891.6	106.3	2.2	71.4
Pay of Establishment	5805.6	5881.8	5377.6	3979.5	101.3	10.5	67.7
Allowances	6646.9	8301.6	5918.0	5212.2	124.9	11.5	62.8
Goods and Services	8029.2	8303.5	6826.9	3881.6	103.4	13.3	46.7
Supplies and Services	5329.2	5784.0	4586.7	3080.1	108.5	8.9	53.3
Repairs, Maintenance & Rehabilitation	2700.0	2519.5	2240.1	801.5	93.3	4.4	31.8
Interest Payments	11967.4	12565.2	12461.9	10664.9	105.0	24.2	84.9
Domestic	10621.1	11274.0	11063.4	9660.8	106.1	21.5	85.7
Foreign	1346.3	1291.3	1398.5	1004.1	95.9	2.7	77.8
Subsidies and Current Transfers	15393.9	19867.2	17758.2	13029.1	129.1	34.5	65.6
Subsidies	2029.2	2431.5	5726.8	3213.7	119.8	11.1	132.2
Grants in Aid	9973.3	13726.3	8499.4	7180.1	137.6	16.5	52.3
Contributions to Intl Organisation	36.9	41.8	24.5	18.3	113.3	0.0	43.9
Pensions and Gratuities	3351.5	3664.7	3507.2	2616.6	109.3	6.8	71.4
Block Allocation	714.5	2044.3	538.3	223.9	286.1	1.0	11.0
Unexpected	64.4	800.0	101.3	10.7	1242.9	0.2	1.3
Others	650.1	12443.3	437.0	213.2	191.4	0.8	17.1
Acquisition of Assets and Works	2138.4	2063.3	1425.9	464.6	96.5	2.8	22.5
Acquisition of Assets	1661.5	1534.9	1053.5	253.3	92.4	2.0	16.5
Acquisition of Land Assets	81.7	121.2	115.4	90.3	148.4	0.2	74.5
Construction and Works	395.2	407.3	257.0	121.0	103.1	0.5	29.7
Net Total	50499.7	59081.4	51453.2	38347.7	117.0	100.0	64.9

Chart b: Rev Exp By Economic Classification



Notes: PA = Pay and Allowances, GS = Goods and Services, IP = Interest Payment, Dom = Domestic IP, F = Foreign IP, SCT = Subsidies and Current Transfers, BA = Block Allocation, AAW = Acquisition of Assets and Works.

c. Development Expenditure

c.1 Ministry-wise Utilization Pattern

Table c.1 presents the Ministry-wise development resource utilization pattern indicating that:

- ⇒ Up to March FY09, only 31.2% of the Development Budget for the FY09 has been spent implying under utilization and possibly underreporting.

Table c.1: Development Expenditure: Ministry-wise Expenditure Pattern Up to Mar,FY09
(In Crore Taka)

	A07	B08	RB08	A08 (Mar)	A08 (Up to Mar)	B09	RB08	A09 (Mar)	A08	A09 (up to Mar)	A08 (upto Mar) as % of B08	A09 (up to Mar) as % B09	A09 as % A08 (Mar)	A09 as % A08 (up to Mar)
Sub-total = GPS	511.9	1269.7	1692.7	62.1	208.9	1321.6	0.0	39.1	716.4	269.9	16.5	20.4	62.9	129.2
Parliament	8.4	8.9	10.8	0.0	0.0	5.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
PMO	209.8	249.9	184.4	2.3	47.9	203.7	0.0	28.7	138.8	55.4	19.2	27.2	1228.2	115.8
Cabinet	3.8	11.8	4.0	0.0	0.1	5.6	0.0	0.0	0.1	0.2	0.0	3.6	0.0	0.0
Election Com.	7.5	0.0	411.2	28.0	94.7	88.4	0.0	0.1	330.2	84.2	946626.0	95.2	0.0	88.9
Establishment	36.9	107.9	150.0	6.8	11.4	95.9	0.0	4.1	66.9	17.3	10.5	18.1	60.2	152.3
Public Service Com	9.2	2.0	3.0	0.0		5.2		0.0	0.4	0.0	0.0	0.0	0.0	0.0
Finance Div	115.9	254.0	295.0	20.9	37.8	408.9	0.0	4.3	97.2	58.3	14.9	14.3	20.7	154.1
IRD	4.1	52.0	74.1	0.0	0.0	90.0	0.0	0.2	0.1	34.8	0.0	38.7	0.0	0.0
ERD	77.6	32.5	21.8	0.0	0.1	23.1	0.0	0.0	18.9	2.4	0.4	10.2	0.0	2053.0
Planning Div	31.3	511.1	517.4	4.1	17.0	339.9	0.0	1.5	51.8	16.9	3.3	5.0	37.6	99.8
IMED	7.3	39.6	20.6	0.0	0.0	45.5	0.0	0.1	12.1	0.4	0.0	0.9	2831.8	3317.4
Foreign Aff.	0.0	0.0	0.5	0.0	0.0	10.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Sub-total = LGRD	5180.7	6153.2	5546.2	254.1	1712.5	5745.3	0.0	280.9	4730.0	2284.5	27.8	39.8	110.5	133.4
LGD	4782.7	5708.7	5037.1	19.7	1484.3	5196.9	0.0	261.6	4310.7	2044.6	26.0	39.3	1327.4	137.8
RD	165.7	186.3	253.4	9.5	154.7	218.0	0.0	4.1	241.7	146.4	83.0	67.2	43.5	94.6
CHT	232.2	258.2	255.7	1.0	73.6	330.3	0.0	15.2	177.6	93.6	28.5	28.3	1520.4	127.1
Sub-total = Defence	107.2	187.1	175.2	1.0	13.6	162.5	0.0	32.4	35.3	56.0	7.3	34.4	0.0	411.8
Defence Service	45.1	60.6	64.7	0.0	8.4	49.5	0.0	0.0	20.7	6.6	13.9	13.4	0.0	0.0
Def.-Others	62.1	126.5	110.5	1.0	5.1	113.0	0.0	32.4	14.6	49.3	4.1	43.7	0.0	958.4
Sub-total=POS	202.5	461.2	388.7	25.8	71.3	574.0	0.0	20.9	185.3	173.1	15.5	30.2	81.0	242.9
Law & Parlia. Aff.	24.9	76.6	59.5	0.6	6.8	75.0	0.0	0.5	15.6	17.5	8.9	23.4	88.2	256.0
Ministry of Home Aff.	177.7	384.6	329.2	25.3	64.4	499.0	0.0	20.4	169.7	155.6	16.8	31.2	80.8	241.5
Anti Corruption Comm	0.0	0.0	4.2	0.0	0.0	2.2	0.0	0.0	0.0	0.0	#DIV/0!	0.0	#DIV/0!	#DIV/0!
Sub-total = Edu	2512.9	3710.2	2995.8	258.4	1354.2	3495.9	0.0	79.4	2754.0	1415.9	36.5	40.5	30.7	104.6
PMED	1518.9	2279.9	1886.6	218.9	1009.9	2369.4	0.0	45.7	1742.7	1015.0	44.3	42.8	20.9	100.5
Education	927.2	1315.9	1000.5	26.0	303.0	989.2	0.0	22.9	909.2	349.6	23.0	35.3	88.3	115.3
Sc. & Tech.	66.8	114.4	108.8	13.6	41.3	137.4	0.0	10.8	102.1	51.4	36.1	37.4	79.5	124.5
Sub-total = Health	1700.8	2606.3	2363.0	65.8	769.9	2439.5	0.0	100.7	1586.3	773.3	29.5	31.7	153.0	100.4
HFV	1700.8	2606.3	2363.0	65.8	769.9	2439.5	0.0	100.7	1586.3	773.3	29.5	31.7	153.0	100.4
Sub-total = SSW	418.0	818.6	1069.8	6.6	68.5	2202.0	0.0	9.3	654.3	183.8	8.4	8.3	140.9	268.2
SW	28.9	61.8	52.6	1.6	12.4	74.2	0.0	2.7	26.0	15.4	20.0	20.7	172.2	124.1
Women's Aff.	67.3	94.3	81.0	1.1	18.7	140.0	0.0	1.3	44.0	42.4	19.8	30.3	114.8	226.8
Disaster Manag.	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Lib. Affairs	6.4	9.7	10.3	1.9	4.7	40.5	0.0	0.2	6.4	3.0	48.3	7.5	10.0	64.9
Food & Disaster	315.4	652.8	925.8	2.0	32.8	1947.3	0.0	5.2	577.9	123.0	5.0	6.3	257.5	375.4
SAD	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Sub-total = HCS	34.8	104.7	183.7	2.9	28.0	336.3	0.0	5.0	51.6	290.0	26.7	86.2	0.0	1035.7
Housing	34.8	104.7	183.7	2.9	28.0	336.3	0.0	5.0	51.6	290.0	26.7	86.2	0.0	1035.7
Sub-total = RCRA	237.3	380.3	276.5	11.6	150.9	395.9	0.0	1.8	237.1	131.8	39.7	33.3	15.3	87.3
Information	20.1	124.3	60.9	2.2	35.1	65.1	0.0	0.5	46.6	5.6	28.2	8.6	20.6	16.0
Cultural Aff.	39.6	80.3	52.4	3.9	18.1	61.7	0.0	0.4	33.2	24.6	22.5	39.8	9.5	135.7
Religious Aff.	94.8	120.5	112.7	1.9	72.7	116.5	0.0	0.1	107.5	88.6	60.3	76.1	4.4	121.9
Youth	82.8	55.2	50.5	3.6	25.0	152.6	0.0	0.9	49.9	12.9	45.4	8.5	24.0	51.6
Sub-total = FE	2861.4	4557.8	3556.3	255.6	1394.5	4310.2	0.0	84.5	2672.1	1209.8	30.6	28.1	33.1	86.8
Petroleum	153.5	729.5	459.0	12.3	189.7	807.2	0.0	6.4	324.5	74.5	26.0	9.2	52.2	39.3
Energy	2707.8	3828.3	3097.3	243.2	1204.9	3502.9	0.0	78.1	2347.6	1135.3	31.5	32.4	32.1	94.2
Sub-total = Agr	1454.4	2221.9	1977.1	160.1	895.9	2316.0	0.0	91.9	1776.8	916.7	40.3	39.6	57.4	102.3
Agriculture	649.8	838.1	748.5	120.5	419.2	1050.1	0.0	45.8	712.3	441.7	50.0	42.1	38.0	105.4
Fisheries	104.9	218.5	157.3	10.3	63.8	273.2	0.0	25.8	140.7	80.1	29.2	29.3	251.1	125.7
Environment	80.5	95.7	98.2	8.4	43.4	72.2	0.0	4.2	83.2	25.0	45.4	34.6	49.8	57.6
Land	18.2	28.8	35.2	1.4	5.8	91.3	0.0	2.2	13.6	12.2	20.1	13.4	159.3	211.5
Water	601.0	1040.9	937.9	19.6	363.7	829.2	0.0	14.0	826.9	357.6	34.9	43.1	71.6	98.3
Sub-total = IES	239.3	386.9	319.2	26.9	109.8	608.0	0.0	11.8	270.5	176.4	28.4	29.0	43.8	160.7
Industries	69.9	169.8	110.0	2.5	48.6	406.6	0.0	5.1	135.5	119.8	28.6	29.5	207.3	246.2
Textiles	13.1	42.1	37.4	1.9	35.3	45.2	0.0	2.4	22.2	8.7	83.8	19.2	126.9	24.6
Commerce	97.4	80.8	75.1	18.4	20.6	45.3	0.0	0.0	64.6	20.0	25.5	44.1	0.0	96.9
Labour	58.9	94.1	96.7	4.1	20.6	110.9	0.0	4.2	48.2	28.0	21.9	25.2	102.5	135.9
Overseas Employment	0.0	0.0	10.3	0.0	0.0	3.4	0.0	0.0	16.7	8.3	#DIV/0!	248.2	#DIV/0!	#DIV/0!
Sub-total = TC	2862.0	4106.0	2744.9	219.0	744.1	3466.5	0.0	164.6	2179.2	668.2	18.1	19.3	75.2	89.8
Communication	2324.5	3421.8	2356.6	181.0	647.6	3093.2	0.0	149.6	1910.9	581.1	18.9	18.8	82.7	89.7
Shipping	85.1	205.3	66.6	5.2	22.7	141.0	0.0	12.3	60.4	44.5	11.1	31.6	0.0	196.2
Civil Aviation	28.1	17.7	19.5	0.0	4.4	27.0	0.0	1.0	16.4	13.8	25.0	50.9	0.0	311.3
Post and Tele.	424.3	461.2	302.2	32.8	69.4	205.3	0.0	1.6	191.6	28.8	15.0	14.0	5.0	41.5
a. Total	18323.1	26963.8	23289.1	1350.0	7522.3	27373.5	0.0	922.5	17848.8	8549.3	27.9	31.2	68.3	113.7
b. Total: Source IMED	17917.0								18450					
c. a as % of b	102.3								96.7					

c.2 Development Expenditure: Growth and Allocation Pattern

Table c.2 presents sector-wise growth and allocation pattern of Development Expenditure. It shows:

- ⇒ While Revised Budget (RB08) of Development Expenditure for the FY08 was 13.6% less than the original budget (B08) and A08 was 23.4% less than RB08, B09 was 53.4% higher than A08 but only 17.5% higher than RB08.

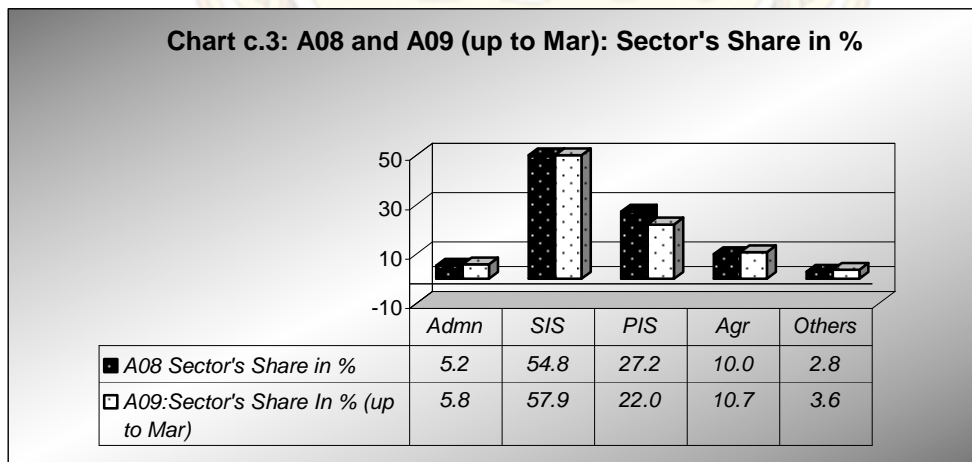
Table c.2: Development Expenditure Pattern by Sector⁵
(In Crore Taka)

Sectors	A07	B08	RB08	A08	B09	A09 (up to Mar)	A08 Sector's Share in %	A08 as% of RB08	B09 as % of RB08	RB08 as % of B08	B09 as % of A08	A09 as % of A08 (up to Mar)
GPS	511.9	1269.7	1692.7	716.4	1321.6	269.9	4.0	42.3	78.1	133.3	184.5	129.2
LGRD	5180.7	6153.2	5546.2	4730.0	5745.3	2284.5	26.5	85.3	103.6	90.1	121.5	133.4
Defence	107.2	187.1	175.2	35.3	162.5	56.0	0.2	20.2	92.8	93.6	460.4	411.8
POS	202.5	461.2	388.7	185.3	574.0	173.1	1.0	47.7	147.7	84.3	309.8	242.9
Edu	2512.9	3710.2	2995.8	2754.0	3495.9	1415.9	15.4	91.9	116.7	80.7	126.9	104.6
Health	1700.8	2606.3	2363.0	1586.3	2439.5	773.3	8.9	67.1	103.2	90.7	153.8	100.4
SSW	418.0	818.6	1069.8	654.3	2202.0	183.8	3.7	61.2	205.8	130.7	336.6	268.2
HCS	34.8	104.7	183.7	51.6	336.3	290.0	0.3	28.1	183.0	175.5	652.1	1035.7
RCRA	237.3	380.3	276.5	237.1	395.9	131.8	1.3	85.8	143.2	72.7	167.0	87.3
FE	2861.4	4557.8	3556.3	2672.1	4310.2	1209.8	15.0	75.1	121.2	78.0	161.3	86.8
AFL	1454.4	2221.9	1977.1	1776.8	2316.0	916.7	10.0	89.9	117.1	89.0	130.3	102.3
IES	239.3	386.9	319.2	270.5	608.0	176.4	1.5	84.7	190.4	82.5	224.8	160.7
TC	2862.0	4106.0	2744.9	2179.2	3466.5	668.2	12.2	79.4	126.3	66.9	159.1	89.8
Total	18323.1	26963.8	23289.1	17848.8	27373.5	8549.3	100.0	76.6	117.5	86.4	153.4	113.7

Up to March FY09, actual development expenditure registers 13.7% increase than that of the last year.

c.3 Development Expenditure: Sectoral Priority

Broad sector-wise utilization of development resources is presented in Chart c.3.



- Sector-wise development expenditure up to March, FY09 indicates that the maximum share of expenditure has been spent by pro-poor sectors.

⁵ Notes: GPS = General Public Services, LGRD = LGD, RD & Cooperatives, CHTs, POS = Public Order and Safety, Edu = Education and Technology, Health = Health, SSW = Social Security and Welfare, RCRA = Recreation, Culture and Religious Affairs, AFL = Agriculture, Fisheries and Livestock, Land, Water Resources and Food, FE = Fuel and Energy, IES = Industries, Jute, Textiles, Commerce, Labor & Overseas, TC = Transport and Communication.

d.0. Revenue Collection Position

d.1 Growth and Relative Collection Position

Table d.1 portrays revenue collection and Table d.2 (presented in the next page) shows revenue structure and growth scenario for the FY08 and FY09 (up to March)⁶.

Table d.1: Revenue Receipts: Reporting Scenario

(In Crore Taka)

	A07	B08	RB08	A08 (Mar)	A08 (Up to Mar)	A08	B09	A09 (Mar)	A09 (up to Mar)
Tax Rev(a+b)	38031	45838	48012	4380	33274	48090	56789	4768	36517
a. NBR	36177	43850	45970	4167	31720	45777	54500	4542	34695
a.1 Income	8623	10838	11005	1368	8251	11653	13054	1455	8999
a.2 VAT	13355	15890	17013	1367	11379	16875	20249	1624	13180
a.2i Import	6824	7174	8348	750	5893	8912	9670	810	7129
a.2ii Domestic	6531	8716	8665	617	5486	7963	10579	815	6052
a.3 Import	7581	9354	9300	653	5911	8768	10862	657	5898
a.4 Sup	5971	7168	7970	676	5580	7758	9528	707	6042
a.4i Import	1366	1402	1855	194	1515	2149	2122	185	1803
a.4ii Domestic	4605	5766	6115	482	4065	5609	7406	522	4239
a.5 EO	647	600	682	103	599	723	807	98	576
b. Non-NBR	1854	1988	2042	213	1554	2313	2289	226	1823
b.1 NL	44	50	50	4	36	51	50	5	40
b.2 Vehicles	417	441	495	49	367	517	550	50	413
b.3 Land	296	464	364	33	180	352	424	26	181
b.4 Stamp	1098	1034	1133	128	971	1393	1265	146	1189
c. Non-tax Rev	10455	11407	12474	917	7876	10080	12549	619	8640
c.1 DP	1703	2475	2476	5	2078	2112	3426	0	2848
c.2 PO&R	584	762	762	54	267	427	795	61	366
c.3 T&T	1610	1927	1882	109	1159	1480	0	0	5
c.4 IFT	6558	6244	7354	749	4373	6061	8329	557	5420
Total Rev (a+b+c)	48486	57246	60485	5297	41150	58170	69338	5387	45158
d. GDP _{new}	472477.0	530300.0	535415.0	42239.1	345556.0	541262.5	613111.0	49595.7	446361.7
e. Tax-GDP Ratio	8.0	8.6	9.0	10.4	9.6	8.9	9.3	9.6	8.2
f. NBR (Source: NBR)	37219.32			4008.32	31304.6	47289.12		4600.3	35126.0
g. a as % of f	97.2			103.9	101.3	96.8		98.7	98.8

Table d.1 indicates that:

- In FY 08, the amount of the collected tax revenue was 8.9% of the estimated GDP.
- On annual and monthly basis, the discrepancy between the data of NBR and CGA system has already been reduced.

Table d.2 (presented in the next page) indicates that:

- While tax revenue collection estimates for the FY09 is 18.3% higher than RB08 of the FY08, it is 18.1% higher than the actual collection (A08).
- Up to March FY09, tax revenue collection for the FY09 registers 9.7% higher than the corresponding period of the previous FY08. At the same time, Non-NBR tax collection increased by 17.3% and Non-tax revenue collection increased by 9.7%.
- Up to March FY09, 65.1% of the budgeted revenue has been collected.

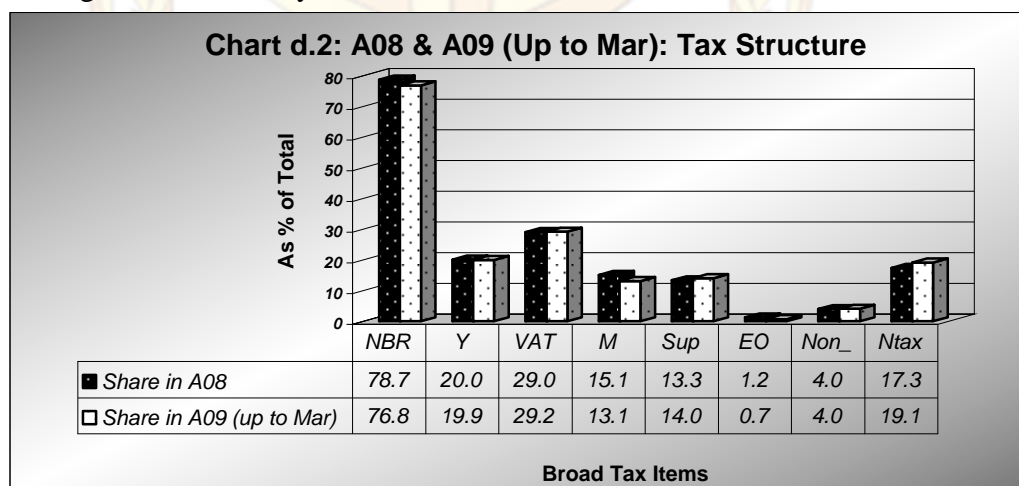
⁶ Notes: Income = Income/Profit/Property/Wealth, Sup=Supplementary + Excise, EO = Electricity + Others
 NL = Narcotics & Liquor, DP = Dividend & Profit, PO&R = Post Office + Railway
 IFT = Interest/Fees/Tolls & Other receipts

Table d.2: Revenue Receipts⁷: Growth and Structure

	(RB08/B08)*100	(B09/A08)*100	(B09/RB08)*100	Share in A08	(Mar'09/Mar'08)*100	(A09/A08)*100 (up to Mar)	(A09 up to Mar/B09)*100
Tax Rev(a+b)	104.7	118.1	118.3	82.7	108.9	109.7	64.3
a. NBR	104.8	119.1	118.6	78.7	109.0	109.4	63.7
a.1 Income	101.5	112.0	118.6	20.0	106.4	109.1	68.9
a.2 VAT	107.1	120.0	119.0	29.0	118.9	115.8	65.1
a.2i Import	116.4	108.5	115.8	15.3	108.0	121.0	73.7
a.2ii Domestic	99.4	132.8	122.1	13.7	132.1	110.3	57.2
a.3 Import	99.4	123.9	116.8	15.1	100.7	99.8	54.3
a.4 Sup	111.2	122.8	119.5	13.3	104.6	108.3	63.4
a.4i Import	132.3	98.8	114.4	3.7	95.2	119.0	84.9
a.4ii Domestic	106.1	132.0	121.1	9.6	108.3	104.3	57.2
a.5 EO	113.7	111.6	118.3	1.2	95.2	96.2	71.4
b. Non-NBR	102.7	99.0	112.1	4.0	106.0	117.3	79.6
b.1 NL	100.0	98.4	100.0	0.1	122.8	111.3	80.0
b.2 Vehicles	112.3	106.4	111.1	0.9	102.7	112.3	75.0
b.3 Land	78.4	120.3	116.5	0.6	77.1	100.7	42.7
b.4 Stamp	109.6	90.8	111.7	2.4	114.3	122.5	94.0
c. Non-tax Rev	109.4	124.5	100.6	17.3	67.4	109.7	68.8
c.1 DP	100.0	162.2	138.4	3.6	0.5	137.1	83.1
c.2 PO&R	100.0	186.0	104.3	0.7	113.0	137.3	46.1
c.3 T&T	97.7	0.0	0.0	2.5	0.0	0.4	0.0
c.4 IFT	117.8	137.4	113.3	10.4	74.4	124.0	65.1
Total Rev (a+b+c)	105.7	119.2	114.6	100.0	101.7	109.7	65.1

d.2 Revenue Structure

Chart d.2 presents tax structure for FY08 and FY 09 (up to March). Basic characteristics of the tax structure of Bangladesh can easily be seen from it.



Notes: Y = All sorts of Income Tax, M = Import Duty, Sup = Supplementary Duty & Excise Duty, EO=Electricity and Other Taxes, Non-NBR=Non-NBR Taxes, and Ntax Rev=Non-tax Revenue.

These are:

- There exists a huge dependence on indirect taxes.
- Only 20.0% of the revenue comes from income tax.
- The share of import revenue in total revenue experienced a declining trend.

e. Budget Deficit

The following table, e.1 shows budget deficit position over different time-spans. Budget deficit is calculated using the guidelines of the IMF.

Table e.1: Budget Deficit over Time

(In Crore Taka)

Items	Account 2006-07	2007-08					2008-09		
		Budget	Revised	Actual Mar	Accounts 2007-08 Up to Mar	Account 2008	Budget	Actual Mar	Accounts 2008-09 up to Mar
1.0 Total Rev	48485.8	57245.6	60485.5	5297.3	41150.4	58170.1	69337.8	5386.6	45157.5
2.0 Total Pub Exp	62659.6	79614.6	86081.7	7490.1	63657.4	84821.1	99960.9	6878.0	60588.4
2.1 Current Exp	43900.2	46811.8	48361.3	3304.4	32681.9	50027.3	57018.1	4238.4	37883.2
2.2 Net Outlay on Food A/C	488.0	202.0	809.0	289.0	963.0	2192.0	700.0	765.0	2152.0
2.3 ADP Exp	17128.1	24988.8	21440.1	1335.0	7399.2	17050.8	23438.5	887.5	8302.3
2.4 Non_ADP Cap & net lending	2316.5	11301.3	16062.0	112.4	8369.4	16278.3	12080.9	100.0	2303.2
2.4.1 Non ADP Capital Expenditure	3252.2	6173.2	6296.4	120.5	938.8	5496.3	9903.3	127.2	983.3
2.4.2 Net Lending	-935.7	5128.1	9765.7	-8.2	7430.6	10782.0	2177.6	-27.2	1319.9
2.5 Extraordinary Exp	72.2	300.0	1700.0	0.0	601.4	788.3	1000.0	21.1	37.1
2.6 Check Float & discrepancy	-1245.3	-3989.2	-2290.8	2449.3	13642.6	-1515.7	5723.3	866.0	9910.5
3.0 Overall Balance (2.0 - 1.0)	-14173.7	-22369.0	-25596.2	-2192.7	-22507.0	-26650.9	-30623.0	-1491.4	-15430.9
4.0 GDP _{new}	472477.0	530300.0	535415.0	42239.1	345556.0	541262.5	613111.0	49595.7	446361.7
5.0 Total Net Rev As % of GDP	10.3	10.8	11.3	12.5	11.9	10.7	11.3	10.9	10.1
6.0 Total Pub Exp As % of GDP	13.3	15.0	16.1	17.7	18.4	15.7	16.3	13.9	13.6
7.0 Overall Balance as % Of GDP	-3.0	-4.2	-4.8	-5.2	-6.5	-4.9	-5.0	-3.0	-3.5

Data generated under the Budgeting Information System still underreports development expenditure and it seems, there is some time lag between actual expenditure and inputting the same in the System. This seems to be true also for Revenue expenditure.

The major problematic areas are:

- Regarding expenditures up to March FY09, 20 (Twenty) Ministries/Divisions show a utilization of revenue resources more than 70.0%.
- Development expenditure remains underreported and underutilized. This underutilization may create an avenue for misuse due to rush on at the later part of the fiscal year.

f. Budget Financing

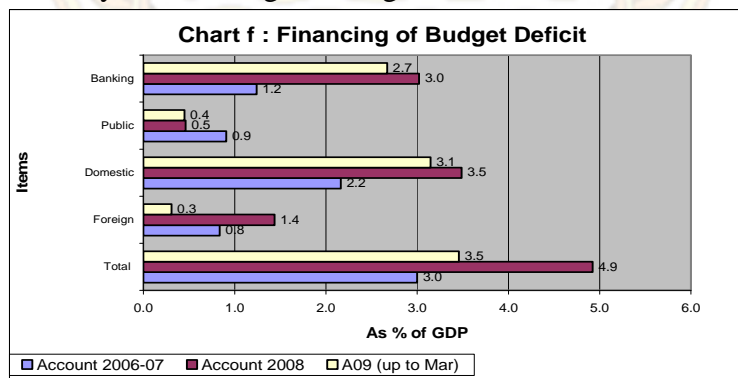
Table e.1 in the previous page presents the budget deficit position. The table presented below indicates the sources of financing the deficit and their shares. Following values of major policy variables emerge from the before-mentioned two tables:

Table f.1: Financing of Budget Deficit

(In Crore Taka)

Items	Account 2006-07	2007-08					2008-09		
		Budget	Revised	Actual Mar	Accounts 2007-08 Up to Mar	Account 2008	Budget	Actual Mar	Accounts 2008-09 up to Mar
1.0 Net Foreign financing (1.1-1.2)	3953.6	10560.2	13144.2	-0.4	2976.5	7775.5	13582.0	111.7	1381.6
1.1 Grant	1578.4	4255.0	4388.2	57.0	475.1	2007.4	6346.0	58.7	657.0
1.2 Loan	6412.7	10403.0	13024.4	138.9	5233.0	10137.7	11456.7	259.4	3760.2
1.3 Amortisation	4037.5	4097.8	4268.4	196.3	2731.6	4369.5	4220.8	206.4	3035.7
2.0 Domestic Financing (2.1+2.2)	10220.1	11808.8	12452.1	2193.1	19530.5	18875.4	17041.1	1379.7	14049.3
2.1 Non-Bank Borrowing	4281.2	4500.0	2002.0	251.7	1833.9	2501.4	3500.0	85.2	2004.4
2.2 Bank Borrowing	5868.3	7253.0	10398.0	1932.3	17677.4	16349.3	13498.0	1288.4	11919.3
2.3 Sale of Assets	70.7	55.8	52.1	9.1	19.2	24.7	43.1	6.0	125.5
3.0 Total Financing (1+2)	14173.7	22369.0	25596.2	2192.7	22507.0	26650.9	30623.0	1491.4	15430.9
4.0 Total Financing as % GDP	3.0	4.2	4.8	5.2	6.5	4.9	5.0	3.0	3.5
4.1 Net Foreign financing (As % of GDP)	0.8	2.0	2.5	0.0	0.9	1.4	2.2	0.2	0.3
4.2 Net Domestic Financing (As % of GDP)	2.2	2.2	2.3	5.2	5.7	3.5	2.8	2.8	3.1
4.2.1 Non-Bank Borrowing	0.9	0.8	0.4	0.6	0.5	0.5	0.6	0.2	0.4
4.2.2 Bank Borrowing	1.2	1.4	1.9	4.6	5.1	3.0	2.2	2.6	2.7
4.2.3 Sale of Assets	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
5.0 Overall Balance as % of GDP	-3.0	-4.2	-4.8	-5.2	-6.5	-4.9	-5.0	-3.0	-3.5
6.1 Non-Bank Borrowing (Source: NSD)				259.55	1789.91			116.82	2094.12
6.2 Bank Borrowing (Source: BB)								1296.5	11540.0
7.1 (2.1) as % of (6.1)				97.0	102.5			73.0	95.7
7.2 (2.2) as % of (6.2)								99.4	103.3

On annual and monthly basis, there are small differences between NSD source and CGA source for Non-Bank borrowing. In case of bank borrowing in March, FY 09, the data from CGA and BB sources is almost equal while the cumulative bank borrowing up to March, FY 09 from CGA source is greater in amount compared to that of the BB source. Chart f presents the way of financing the budget deficit.



The above mentioned table and graph provide the following aspects:

- Up to March, FY09, Revenue collection of the government remains around 10.1% of the estimated GDP of the same time period.
- Up to March FY09, Public expenditure moves around 13.6% of GDP.
- Budget deficit in FY09, measured from above the line, as % of GDP is about 3.5% of GDP.
- Net foreign financing is around 0.3% of GDP.
- Net Domestic financing stands at 3.1% of GDP.